



# United States Department of the Interior

## BUREAU OF OCEAN ENERGY MANAGEMENT

New Orleans Office  
1201 Elmwood Park Boulevard  
New Orleans, LA 70123-2394

In Reply Refer To: Bond No. 612407370

February 14, 2024

Targa Midstream Services LLC  
c/o Lockton Companies  
3657 Briarpark Drive, Suite 700  
Houston, TX 77042-5267  
Attn: Dedee Kelly

Dear Ms. Kelly:

Your letter dated February 14, 2024, submitting replacement Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. 612407370, in the amount of \$690,000, was received by our office on that same date. This bond, conditioned to cover Right-of-Way OCS-G 1856B, was executed on February 5, 2024, with Targa Midstream Services LLC as principal and United States Fire Insurance Company as surety.

This bond replaces Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. SUR0035067, in the amount of \$690,000. This bond, conditioned to cover Right-of-Way OCS-G 1856B, was executed on February 26, 2016, with Targa Midstream Services Limited Partnership as principal, and Argonaut Insurance Company as surety.

Attached to and forming a part of Bond No. SUR0035067, is a Name Change Bond Rider, executed on June 1, 2016, which changes the name of the principal from Targa Midstream Services Limited Partnership to Targa Midstream Services LLC. The rider is effective June 1, 2016.

The replacement bond, Bond No. 612407370, conforms to the requirements of the leasing and operating regulations for submerged lands of the Outer Continental Shelf and is considered to be effective February 5, 2024, the date it was executed. The period of liability of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. SUR0035067 is considered to have terminated and the bond is considered cancelled without residual liability on the same date.

Should you need further assistance, please contact Kathleen Lee at (504) 736-5774 or [boemgomrfinancialassurance@boem.gov](mailto:boemgomrfinancialassurance@boem.gov).

Sincerely,

**BRIDGETTE** Digitally signed by  
**DUPLANTIS** BRIDGETTE DUPLANTIS  
Date: 2024.02.14  
13:56:44 -06'00'

Bridgette Duplantis, Section Chief  
Leasing and Financial Responsibility Section  
Leasing and Plans

cc: Dedee Kelly ([dkelly@lockton.com](mailto:dkelly@lockton.com))  
Tessy Skertchly ([Tessy.Skertchly@araosuretv.com](mailto:Tessy.Skertchly@araosuretv.com))  
Sheila Lum ([SLum@targaresources.com](mailto:SLum@targaresources.com))

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February 14, 2024

Leasing & Financial  
Responsibility Section



UNCOMMONLY INDEPENDENT

Dedee Kelly  
Telephone No.: 713-458-5238  
Fax No.: 713-430-5238  
E-Mail: [dkelly@lockton.com](mailto:dkelly@lockton.com)

February 14, 2024

**BY EMAIL**

Bureau of Ocean Energy Management - Gulf of Mexico OCS Region  
Attn: Kathleen Lee, Program Analyst  
1201 Elmwood Park Blvd  
New Orleans, Louisiana 70123-2394

RE: **Principal:** Targa Midstream Services LLC – Company No. 02340  
**Description:** \$690,000 Supplemental Bond No. 612407370 (OCS-G01856B, Segment  
Number 1539 – Sabine Pass/West Cameron Area)  
**Surety:** United States Fire Insurance Company Bond No. 612407370  
(Replacing Argonaut Insurance Company Bond No. SUR0035067)

Dear Kathleen:

We are pleased to enclose the original of the above referenced Bond No. 612407370 which has been issued to replace Argonaut Insurance Company Bond No. SUR0035067 effective immediately.

We ask that you please accept the enclosed bond and release Argonaut Insurance Company Bond No. SUR0035067 at your earliest convenience by issuing a letter of release directly to the surety, principal and broker as noted below.

Lockton Companies Dedee Kelly 3657 Briarpark Drive #700 Houston, TX 77042 (713) 458-5238 <a href="mailto:dkelly@lockton.com">dkelly@lockton.com</a>	Tessy Skertchly Argonaut/Nationwide Insurance Company PO Box 469011 San Antonio, TX 78246 (469) 540-8958 <a href="mailto:Tessy.Skertchly@argosurety.com">Tessy.Skertchly@argosurety.com</a>	Sheila Lum Targa Resources Corp 811 Louisiana St #2100 Houston, TX 77002 (713) 584-1304 <a href="mailto:SLum@targaresources.com">SLum@targaresources.com</a>
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We trust you will find the enclosed to be in complete order. However, should you require any adjustments or need anything additional, please feel free to contact me directly.

Kindest Regards,

Dedee Kelly  
Vice President; Account Executive-Surety

Cover Page  
**OUTER CONTINENTAL SHELF (OCS)  
MINERAL LESSEE'S OR OPERATOR'S  
SUPPLEMENTAL BOND**

**Form BOEM-2028A**

This form dated **March 2023** supersedes all previous versions of form BOEM-2028A

All Bond Forms must be submitted with a transmittal letter to the appropriate BOEM office:

Bureau of Ocean Energy Management  
Gulf of Mexico OCS Office  
1201 Elmwood Park Blvd. New Orleans LA 70123-2394  
Leasing and Financial Responsibility - Mail Stop GM266A

Bureau of Ocean Energy Management  
Alaska OCS Office  
3801 Centerpoint Drive, Suite 500  
Anchorage AK 99503-5820 Alaska Leasing Section

Bureau of Ocean Energy Management  
Pacific OCS Office  
760 Paseo Camarillo, Suite 102  
Camarillo CA 93010  
Lease Management

**RECEIVED**

**February 14, 2024**

**Leasing & Financial  
Responsibility Section**

**Paperwork Reduction Act of 1995 (PRA) Statement:** The PRA (44 U.S.C. 3501 *et seq.*) requires us to inform you that BOEM collects this information to hold the surety liable for the obligations and liability of the Principal (lessee or operator). Responses are mandatory. No proprietary information is collected. An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a currently valid OMB Control Number. Public reporting burden for this form is estimated to average 15 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Comments regarding the burden estimate or any other aspect of this form should be directed to the Information Collection Clearance Officer, Bureau of Ocean Energy Management, 45600 Woodland Road, Sterling, VA 20166.

U.S. DEPARTMENT OF THE INTERIOR

Bureau of Ocean Energy Management

Bond No. 612407370

OCS Lease/RUE/ROW No. OCS-G01856B

Bond Type Supplemental

Amount \$ 690,000.00

OUTER CONTINENTAL SHELF (OCS) MINERAL LESSEE'S OR OPERATOR'S SUPPLEMENTAL BOND

The Surety is the entity Guaranteeing Performance.

Name of Surety: United States Fire Insurance Company

Mailing Address: 305 Madison Avenue, Morristown, NJ 07960

If a Corporation, Incorporated in the State of: Delaware; County or Parish of: Morris

Check here if Surety is certified by U.S. Treasury as an acceptable surety on Federal Bonds and listed in the current U.S. Treasury Circular No. 570.

The Principal is the Lessee or Designated Operator for Whom the Bond is Issued.

Name of Principal: Targa Midstream Services LLC

Mailing Address: 811 Louisiana St, Suite 2100, Houston, TX 77002

Schedule A, the lease/RUE/ROW covered by this bond, is composed of: (add legal description)

Check here if additional information is on attached sheet.

The following lease/RUE/ROW: See Schedule "A"

In addition to the Obligations of the Principal during the period of liability of this bond, the Surety also accepts the following Obligations: (Check one)

No Obligations other than the Obligations of the Principal during the period of liability of this bond.

All Obligations of all previous Sureties or guarantors even if the Obligations are not Obligations of the Principal during the period of liability of this bond.

All Obligations of all previous Sureties or guarantors even if the Obligations are not Obligations of the Principal during the period of liability of this bond with the following exceptions or limitations (use an attached rider).

Definitions

For the purposes of this document:

A Principal includes an entity holding an interest in the oil & gas lease in one or more of the following ways: (1) as an approved record title owner of all or a portion of the lease, (2) as an approved operating rights owner of all or a portion of the lease, or (3) as a designated operator or designated agent in all or a portion of the lease.

A Lessee includes an approved record title owner of all or a portion of the lease or an approved operating rights owner of all or a portion of the lease.

An Obligation includes any obligation arising from any regulations of the Department of the Interior or any Instrument issued, maintained, or approved under the OCS Lands Act (43 U.S.C. 1331 et seq.).

An Instrument includes individually or collectively any lease, operating agreement, designation of operator or agent, storage agreement, compensatory royalty agreement, transfer of operating rights, permit, license, or easement, whereunder the Principal has the right, privilege, or license to conduct operations on the OCS.

A Person includes an individual, a public or private entity, a State, a political subdivision of a State, any association of individuals, corporations, States, or subdivisions of States, or a government agency.

By signing below, the Principal verifies that the information above is correct and agrees to the following:

The Principal as agent on behalf of all lessees, operating rights owners, and operators will fulfill all Obligations for the entire leasehold and to the same extent as though the Principal were the sole lessee for the lease/RUE/ROW in Schedule A.

By signing below, the Surety verifies that the information above is correct and agrees to the following:

- 1. The Surety does hereby absolutely and unconditionally bind itself to the United States of America acting through and by the Bureau of Ocean Energy Management (BOEM), or such other official designated by the Secretary of the Interior for this purpose, for the payment of all of the cost of the plugging and abandonment Obligations.
2. The Surety will be responsible for all Obligations of the Principal in existence at the time this document becomes effective and all Obligations that accrue after that date and until all Obligations are met or until the Regional Director terminates the period of liability of this bond.
3. If the Regional Director terminates the period of liability of this bond, the Surety will remain responsible for Obligations that accrued during the period of liability until the Regional Director issues a written cancellation of the bond in favor of the Surety.
4. If this bond is cancelled, the Regional Director may reinstate this bond as if no cancellation had occurred if any payment of any Obligation of the Principal(s) is rescinded or must be restored pursuant to any insolvency, bankruptcy, reorganization, or receivership, or should the representation of the Principal that it has paid its financial Obligations or performed the other

Obligations of the lease in accordance with BOEM specifications be materially false and BOEM relied upon such representation in canceling the instrument.

5. The Surety waives any right of notice of this bond taking effect and agrees that this bond will take effect upon delivery to BOEM.
6. The Surety's Obligations will remain in full force and effect, even if:
  - (a) Any person assigns all or part of any interest in an Instrument covered by this document.
  - (b) Any person modifies an Instrument or Obligation under an Instrument in any manner including modifications that result from a commitment to a unit, cooperative, communitization, or storage agreement; suspension of operations or production; suspension or changes in rental, minimum royalty, or royalties; modification of regulations or interpretations of regulations; creation or modification of compensatory royalty agreements or payments; or creation of any mortgage, pledge, or other grant of security interest in the Instruments.
  - (c) Any person, event, or condition terminates any Instrument covered by this bond, whether the termination is by operation of law or otherwise.
  - (d) BOEM takes or fails to take any action in enforcing, as against any party to the Instrument, the payment of rentals or royalties or the performance of any other covenant, condition or agreement of the lease, or giving notice of or making demand with respect to such nonperformance.
  - (e) The Surety suffers any loss by reason of any law limiting, qualifying, or discharging the Principal's Obligation.
7. The Surety agrees to be bound under this bond as to the interests in any Instrument retained by the Principal when BOEM approves the transfer of any or all of the Instruments or interests in the Instruments.
8. In the event of any default under a lease, the Surety must provide payment of all of the cost of the Obligations of the Principal upon demand by BOEM.
9. If BOEM decides to commence suit to enforce its rights, it may commence and prosecute any claim, suit, action, or other proceeding against the Principal and Surety, or either of them, whether or not BOEM joins the lessees or any other party.
10. In the event there is more than one Surety for the Principal's performance of the Obligations, as to any Instrument, the Surety's Obligation and liability under this bond is on a "solidary" or "joint and several" basis along with other guarantors or sureties.
11. The Surety agrees to give prompt notice to BOEM and the Principal of any action filed alleging the insolvency or bankruptcy of the Surety or the Principal, or alleging any violation that would result in suspension or revocation of the Surety's charter or license to do business.
12. The Surety's Obligation and liabilities under this Bond are binding upon the Surety's successors and assigns. Nothing in this document permits assignment of the Surety's Obligation without the written consent of BOEM.
13. The Surety hereby waives any defenses to liability on this bond based on an unauthorized Principal signature.

United States Fire Insurance Company

Name of Surety



Signature of Person Executing for Surety

Teresa D. Kelly, Attorney-in-Fact

Name and Title (typed or printed)

305 Madison Avenue

Business Address

Morristown, NJ 07960

Business Address

Targa Midstream Services LLC

Name of Principal



Signature of Person Executing for Principal

Norman Winter  
Vice President - Landland ROW

Name and Title (typed or printed)

811 Louisiana St, Suite 2100

Business Address

Houston, TX 77002

Business Address

Signed on this 5th day of February, 2024, in the State of Texas, in the presence of: Teresa D. Kelly, Attorney-in-Fact



Signature of Witness

Kala Lee

Name (typed or printed)

3657 Briarpark Dr #700

Address

Houston, TX 77042

Address



Signature of Witness

Sheila L. Lum

Name (typed or printed)

811 Louisiana St, Suite 2100

Address

Houston, TX 77002

Address

Note: The person executing for the Surety must attach a corporate resolution and power of attorney stating his or her authority to undertake this Obligation, pursuant to the acts of the corporate board of directors and the laws of the State of incorporation. The corporation executing this bond as Surety and the Principal, if a corporation, must affix their corporate seals.

BOEM-2028A (March 2023)

Previous Editions are Obsolete.

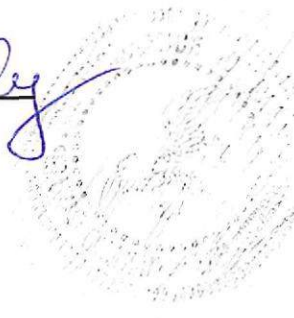
**Schedule A**

**Bond No. 612407370**

**ROW OCS-G 01856B, Segment Numbers 1539: A pipeline right-of way two-hundred feet (200') in width for the operation and maintenance of a 10-inch pipeline, 9.49 miles in length, to transport gas from the Federal/State boundary in Block 9, Sabine Area (Louisiana), across Blocks 8, 11, and back into 8, Sabine Pass Area (Louisiana); Block 90 in West Cameron Area; Block 12 in Sabine Pass Area (Louisiana); Block 118 in West Cameron to a 16-inch subsea tie-in with segment number 3497 in Block 117, West Cameron Area.**

**United States Fire Insurance Company**

By:   
Teresa D. Kelly, Attorney-in-Fact



**POWER OF ATTORNEY  
UNITED STATES FIRE INSURANCE COMPANY  
PRINCIPAL OFFICE - MORRISTOWN, NEW JERSEY**

**KNOW ALL MEN BY THESE PRESENTS:** That United States Fire Insurance Company, a corporation duly organized and existing under the laws of the state of Delaware, has made, constituted and appointed, and does hereby make, constitute and appoint: **Tim Kelly; Robert Bobo; Florence McClellan; Teresa D. Kelly; Craig Payne; Kristin Darling; Aaron P. Clark, Rachel Richardson; Laura Kneitz;** each, its true and lawful Attorney(s)-In-Fact, with full power and authority hereby conferred in its name, place and stead, to execute, acknowledge and deliver: Any and all bonds and undertakings of surety and other documents that the ordinary course of surety business may require, and to bind United States Fire Insurance Company thereby as fully and to the same extent as if such bonds or undertakings had been duly executed and acknowledged by the regularly elected officers of United States Fire Insurance Company at its principal office, in amounts or penalties: **One Hundred Twenty Five Million Eight Hundred Thousand Dollars (\$125,800,000)**

This Power of Attorney limits the act of those named therein to the bonds and undertakings specifically named therein, and they have no authority to bind United States Fire Insurance Company except in the manner and to the extent therein stated.

This Power of Attorney revokes all previous Powers of Attorney issued on behalf of the Attorneys-In-Fact named above.

This Power of Attorney is granted pursuant to Article IV of the By-Laws of United States Fire Insurance Company as now in full force and effect, and consistent with Article III thereof, which Articles provide, in pertinent part:

Article IV, Execution of Instruments - Except as the Board of Directors may authorize by resolution, the Chairman of the Board, President, any Vice-President, any Assistant Vice President, the Secretary, or any Assistant Secretary shall have power on behalf of the Corporation:

- (a) to execute, affix the corporate seal manually or by facsimile to, acknowledge, verify and deliver any contracts, obligations, instruments and documents whatsoever in connection with its business including, without limiting the foregoing, any bonds, guarantees, undertakings, recognizances, powers of attorney or revocations of any powers of attorney, stipulations, policies of insurance, deeds, leases, mortgages, releases, satisfactions and agency agreements;
- (b) to appoint, in writing, one or more persons for any or all of the purposes mentioned in the preceding paragraph (a), including affixing the seal of the Corporation.

Article III, Officers, Section 3.11, Facsimile Signatures. The signature of any officer authorized by the Corporation to sign any bonds, guarantees, undertakings, recognizances, stipulations, powers of attorney or revocations of any powers of attorney and policies of insurance issued by the Corporation may be printed, facsimile, lithographed or otherwise produced. In addition, if and as authorized by the Board of Directors, dividend warrants or checks, or other numerous instruments similar to one another in form, may be signed by the facsimile signature or signatures, lithographed or otherwise produced, of such officer or officers of the Corporation as from time to time may be authorized to sign such instruments on behalf of the Corporation. The Corporation may continue to use for the purposes herein stated the facsimile signature of any person or persons who shall have been such officer or officers of the Corporation, notwithstanding the fact that he may have ceased to be such at the time when such instruments shall be issued.

**IN WITNESS WHEREOF**, United States Fire Insurance Company has caused these presents to be signed and attested by its appropriate officer and its corporate seal hereunto affixed this 28th day of September, 2021.

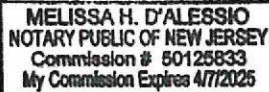
**UNITED STATES FIRE INSURANCE COMPANY**



Matthew E. Lubin, President

State of New Jersey }  
County of Morris }

On this 28th day of September, 2021, before me, a Notary public of the State of New Jersey, came the above named officer of United States Fire Insurance Company, to me personally known to be the individual and officer described herein, and acknowledged that he executed the foregoing instrument and affixed the seal of United States Fire Insurance Company thereto by the authority of his office.



Melissa H. D'Alessio (Notary Public)

I, the undersigned officer of United States Fire Insurance Company, a Delaware corporation, do hereby certify that the original Power of Attorney of which the foregoing is a full, true and correct copy is still in force and effect and has not been revoked.

**IN WITNESS WHEREOF**, I have hereunto set my hand and affixed the corporate seal of United States Fire Insurance Company on the 5th day of February 20 24

**UNITED STATES FIRE INSURANCE COMPANY**



Michael C. Fay, Senior Vice President

\*For verification of the authenticity of the Power of Attorney, please contact Pat Taber at 860-956-3424 or email: [SuretyInquiries@amynntagroup.com](mailto:SuretyInquiries@amynntagroup.com)